

# AVIATION ENTERPRISE FUNDS

The Aviation Department operates two municipal airports: Albuquerque International Sunport and Double Eagle II Reliever Airport. The Albuquerque International Sunport is home to eight major commercial carriers, six commuter airlines, and six freight service providers. The amount of passengers seen at the Sunport has more than doubled over the past 10 years. Double Eagle II is located on Albuquerque's west side. This facility has approximately 240 based aircraft and approximately 120,000 annual operations comprised of training, military, air ambulance, charter, private, and corporate flights.

## MISSION

Provide safe, reliable, and functional facilities for the traveling public, the airlines, airport businesses, and other users of the Sunport and Double Eagle II.

## FISCAL YEAR 2006 HIGHLIGHTS

The proposed FY/06 operating budget for the City's two airports, including transfers for capital and debt service needs, is \$64.6 million, a decrease of \$633 thousand, from the approved FY/05 budget. The decrease is attributed to the \$3.85 million reduction in the transfer to the capital fund which more than offset other increases including a \$1.75 million increase in the transfer to debt service and a \$1.6 million increase for airport operations. The capital program decreased the FY/06 transfer because it received sufficient funding in FY/05.

The personnel complement is increased by two aviation police officers. Federal mandates justify the need for the increase. The Sunport will now maintain six fully staffed posts. Other proposed adjustments to personnel include the reclassification of four positions that will result in a \$22 thousand savings to the department.

The Sunport is experiencing an increase in wildlife that has caused some interruptions in the daily operations of the airport. The department is requesting a one time appropriation of \$180 thousand for a wildlife study that would include recommendations on how to care for the wildlife as well as relocation.

Revenues for proposed FY/06 are expected to increase by \$1.89 million over the FY/05 budgeted level. Contributing factors include: the passenger facility charges (PFC); airline rents; and airport parking. The Sunport has seen a growth in the number of people traveling, which has had a positive impact on the PFCs. Airline rents will experience an increase due to new air services provided by Westward Airways and Chautauqua Airlines. The increase in parking revenue has been steady and consistent largely due to pricing being more competitive.

The Debt Service Fund transfer from the Operating Fund will increase by \$1.75 million. The increased payment due to bondholders on this variable rate debt is driven by increasing interest rates for all bond issues. The fund also contains capitalized interest on the 2004B bond series. Final payment of capitalized interest is due July 1, 2006, which is funded in FY/06.

(\$000's)	ACTUAL FY/04	ORIGINAL BUDGET FY/05	REVISED BUDGET FY/05	ESTIMATED ACTUAL FY/05	PROPOSED BUDGET FY/06	PROP 06/ EST ACT 05 CHG
<b>PROGRAM STRATEGY SUMMARY BY GOAL:</b>						
<b>GOAL 3: PUBLIC INFRASTRUCTURE</b>						
<b><u>AIRPORT OPERATING FUND - 611</u></b>						
Airport Operations	22,718	24,065	24,448	24,037	25,644	1,607
Bonus Program	302	0	0	0	0	0
Trfr from Fund 611 to Fund 613	15,200	22,150	22,150	22,150	18,300	(3,850)
Trfr from Fund 611 to Fund 615	19,800	17,850	17,850	17,850	19,600	1,750
Trfr from Fund 611 to 110	1,114	1,196	1,196	1,196	1,084	(112)
Total Airport Operating Fund – 611	59,134	65,261	65,644	65,233	64,628	(605)
<b><u>AIRPORT REVENUE BOND D/S FUND - 615</u></b>						
Debt Service	40,153	21,586	21,586	21,586	23,454	1,868
<b>TOTAL GOAL – 3</b>	<b>99,287</b>	<b>86,847</b>	<b>87,230</b>	<b>86,819</b>	<b>88,082</b>	<b>1,263</b>

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<b>GOAL 6: ECONOMIC VITALITY</b>						
<b><u>AIRPORT OPERATING FUND - 611</u></b>						
Economic Development Asset	22	30	30	30	30	0
<b>TOTAL GOAL - 6</b>	<u>22</u>	<u>30</u>	<u>30</u>	<u>30</u>	<u>30</u>	<u>0</u>
<b>TOTAL APPROPRIATIONS</b>	<u>99,309</u>	<u>86,877</u>	<u>87,260</u>	<u>86,849</u>	<u>88,112</u>	<u>1,263</u>
<b>TOTAL FULL TIME POSITIONS</b>	<u>261</u>	<u>260</u>	<u>260</u>	<u>260</u>	<u>262</u>	<u>2</u>

## AIRPORT OPERATING FUND 611 Resources, Appropriations, and Working Capital Balance

(\$000's)	ACTUAL FY/04	ORIGINAL BUDGET FY/05	REVISED BUDGET FY/05	ESTIMATED ACTUAL FY/05	PROPOSED BUDGET FY/06	PROP 06/ EST ACT 05 CHG
<b>RESOURCES:</b>						
Miscellaneous Revenues	134	275	275	233	275	42
Enterprise Revenues	60,829	59,972	59,972	61,267	61,865	598
Total Current Resources	60,963	60,247	60,247	61,500	62,140	640
Beginning Working Capital Balance	9,341	10,860	10,860	10,860	7,097	(3,763)
<b>TOTAL RESOURCES</b>	<u>70,304</u>	<u>71,107</u>	<u>71,107</u>	<u>72,360</u>	<u>69,237</u>	<u>(3,123)</u>
<b>APPROPRIATIONS:</b>						
Aviation Department Operations	23,041	24,095	24,478	24,067	25,674	1,607
Transfers to Other Funds	36,114	41,196	41,196	41,196	38,984	(2,212)
<b>TOTAL APPROPRIATIONS</b>	<u>59,155</u>	<u>65,291</u>	<u>65,674</u>	<u>65,263</u>	<u>64,658</u>	<u>(605)</u>
<b>ADJUSTMENTS TO WORKING CAPITAL</b>	<u>(289)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>ENDING WORKING CAPITAL BALANCE</b>	<u>10,860</u>	<u>5,816</u>	<u>5,433</u>	<u>7,097</u>	<u>4,579</u>	<u>(2,518)</u>

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## AIRPORT REVENUE BOND DEBT SERVICE FUND 615 Resources, Appropriations, and Fund Balance

(\$000's)	ACTUAL FY/04	ORIGINAL BUDGET FY/05	REVISED BUDGET FY/05	ESTIMATED ACTUAL FY/05	PROPOSED BUDGET FY/06	PROP 06/ EST ACT 05 CHG
<b>RESOURCES:</b>						
Miscellaneous Revenues	207	300	300	270	270	0
Bond Proceeds	23,084	0	0	0	0	0
Transfers from Other Funds	20,789	17,850	17,850	17,850	19,600	1,750
Total Current Resources	44,080	18,150	18,150	18,120	19,870	1,750
Beginning Fund Balance	5,045	9,056	9,056	9,056	6,922	(2,134)
<b>TOTAL RESOURCES</b>	<b>49,125</b>	<b>27,206</b>	<b>27,206</b>	<b>27,176</b>	<b>26,792</b>	<b>(384)</b>
<b>APPROPRIATIONS:</b>						
Airport Debt Service	40,153	21,586	21,586	21,586	23,454	1,868
<b>TOTAL APPROPRIATIONS</b>	<b>40,153</b>	<b>21,586</b>	<b>21,586</b>	<b>21,586</b>	<b>23,454</b>	<b>1,868</b>
<b>FUND BALANCE PER CAFR</b>	<b>8,972</b>	<b>5,620</b>	<b>5,620</b>	<b>5,590</b>	<b>3,338</b>	<b>(2,252)</b>
ADJUSTMENTS TO FUND BALANCE	84	1,332	1,332	1,332	1,228	(104)
<b>AVAILABLE FUND BALANCE</b>	<b>9,056</b>	<b>6,952</b>	<b>6,952</b>	<b>6,922</b>	<b>4,566</b>	<b>(2,356)</b>